

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
KINGSTON-TERRILL WATER DISTRICT)	CASE NO. 94-118

O R D E R

On March 28, 1994, Kingston-Terrill Water District ("Kingston-Terrill") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure, KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Kingston-Terrill purchases water from Richmond Water Utilities ("Richmond").

2. Effective April 1, 1994, Richmond increased its rates for wholesale water from \$1.50 per 100 cubic feet to \$1.54 per 100 cubic feet.

3. Kingston-Terrill proposed to increase the rates to its customers effective April 1, 1994.

4. During the 12 months ending February 28, 1994, Kingston-Terrill purchased 25,278,400 cubic feet of water and sold 20,847,849 cubic feet.

5. Kingston-Terrill's calculations are correct and show an increase in purchased water cost of \$1,011.50, resulting in a purchased water adjustment of 5 cents per 100 cubic feet. Based on

an average monthly usage of 670 cubic feet of water, monthly bills to Kingston-Terrill customers will increase 34 cents from \$26.82 to \$27.16, an increase of 1.3 percent.

6. The purchased water adjustment of 5 cents per 100 cubic feet and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

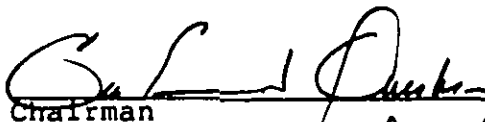
1. The purchased water adjustment of 5 cents per 100 cubic feet and the rates in Appendix A are approved for services rendered on and after April 1, 1994.

2. Kingston-Terrill's proposed tariff is approved.

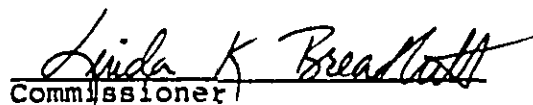
3. Within 30 days of the date of this Order, Kingston-Terrill shall file verification that the notice to its customers has been given.

Done at Frankfort, Kentucky, this 27th day of May, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 94-118 DATED May 27, 1994

The following rates and charges are prescribed for the customers in the area served by Kingston-Terrill Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Usage Blocks

First 200 cubic feet	\$9.35 (Minimum Bill)
Next 300 cubic feet	4.15 per 100 cubic feet
Next 300 cubic feet	3.15 per 100 cubic feet
Over 800 cubic feet	2.15 per 100 cubic feet